

HOUSE BILL 3096

By Carr

AN ACT to amend Tennessee Code Annotated, Title 67,  
Chapter 2, Part 1, relative to the application of the  
income tax to certain forms of business.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-2-104(e), is amended by adding  
the following as new subdivision (19):

(19) The tax imposed by this chapter shall not apply to a sole proprietorship. For  
purposes of this subdivision (e)(19), "sole proprietorship" means a form of business  
owned by one (1) person in which such person owns all the assets of the business.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring  
it.